

FORM 12A USE PREVIOUS  
EDITIONS

DATE

## CLASSIFIED MESSAGE

SECRET

ROUTING	
1	CMD
2	" 10
3	FOD
4	DM
5	" 13
6	R3
7	OSA
8	16

TO

FROM

ACTION

INFO

IN 77760

TO SECRET 092103Z INFO CITE [ ] 5764 25X1A CITE

25X1A [ ] INFO [ ]  
25X1A

IDEALIST

25X1A FOR [ ]

SUBJECT: CONTRACT SP-1928, REVISED CONVERSION SCHEDULE

25X1A REF: [ ] 5664

25X1 FROM [ ]

1. ARTICLE 368 (A SINGLE PLACE A/C) WILL BE TRANSFERRED FROM AFSC

AND INSERTED IN THE CONVERSION PROGRAM ON 10 OCT IN LIEU OF ARTICLE 394.

25X1 ALTERNATE NBR 1 OF [ ] PROPOSAL DTD 19 AUG 66 (CONVERSION OF S/N'S  
368, 391 AND 374) THEREFORE APPLIES. COMMENTS RELATIVE TO COSTS TO  
FOLLOW. IN MEANTIME, REQUEST CONTRACTOR BE GIVEN APPROVAL TO PROCEED  
WITH THIS WORK PENDING FINAL NEGOTIATIONS.2. ARTICLE 368 WILL BE THE SEVENTH ARTICLE IN CONVERSION LINE  
BECAUSE OF NECESSITY OF RESCHEDULING S/N 347. ORDER OF INPUT FOR  
REMAINING ARTICLES WILL THEREFORE BE S/N'S 368, 391, 374 AND 347.  
REQUEST CONTRACT SCHEDULE BE REVISED ACCORDINGLY.

SECRET TOR: 092221Z SEP 66.

SECRET

GROUP 1  
EXCLUDED FROM AUTO-  
MARC COMMENDATIONS  
AND DECLASSIFICATION

25X1A

[REDACTED] 5959 (IN 81495)

S E C R E T

PAGE 2

NBR 1 OF REFERENCE C. HOWEVER, BECAUSE ACTUAL COSTS ON SP-1928 ARE

RUNNING SUBSTANITALLY BELOW TARGET COSTS, [REDACTED] RECOMMENDED THAT

THE TOTAL FUNDING OBLIGATED ON SPI1928 BE LIMITED TO COVER TARGET

COSTS RATHER THAN CEILING COSTS. CONSEQUENTLY, ONLY [REDACTED] IN NEW

FUNDING WOULD BE REQUIRED FOR THE NEW WORK. SEE REFERENCE C. FOR

FURTHER EXPLANATION.

25X1A

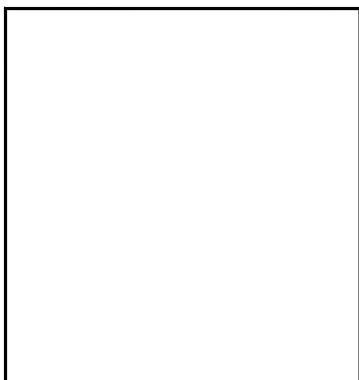
4. [REDACTED] APPROVES SCOPE OF WORK COVERED BY ALTERNATE NBR 1 OF  
REFERENCE C. BUT REQUESTS THE TARGET COSTS QUOTED BE EXAMINED IN DETAIL.

[REDACTED] APPEARS THAT, IF COMPUTATIONS WERE BASED ON THE SAME COST FORMULA  
AND LEARNING CURVES USED FOR THE INITIAL SEVEN (7) CONVERSIONS, THE  
TARGET QUOTED IS TO HIGH. REFERENCE D. CONFIRMS THAT COSTS BEING  
INCURRED THROUGH 31 AUG 66 ARE CONTINUUING AT A SUBSTANTIAL RATE BELOW  
TARGET. IN ANY EVENT, THE ADDITIONAL FUNDING APPROVED FOR OBLIGATION  
IS NOT TO EXCEED [REDACTED]

25X1A

S E C R E T TOR: 292145Z SEP 66

25X1A



S E C R E T